

STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT
State: South Dakota

MORE LIBERAL METHODS OF TREATING INCOME
UNDER SECTION 1902 (r)(2) OF THE ACT *

 Section 1902 (f) State X Non-Section 1902 (f) State

- A. The following income method applies to children covered under Section 1902(a)(10)(A)(i)(III) of the Act, who are defined in 1905 (n)(2) of the Act.

The State shall disregard \$1.00 plus the amount equal to the difference between 140% of the federal poverty level (as revised annually in the Federal Register) for a family the size of the Medicaid budget unit involved and the corresponding State AFDC payment standard for a family the size of the Medicaid budget unit involved.

(The disregard shall be applied by using 140 percent of the FPL for the appropriate budget unit size as the income standard.)

The State shall disregard an amount equal to the difference between \$90 and 20% of the gross earnings of each employed parent.

The above more liberal methods of treating income is based on the understanding that the State will be allowed to utilize enhanced federal funding under Title XXI of the Social Security Act for uninsured qualified children age 6 but not yet age 19 with family income between 100% and 140% of the federal poverty level and for all uninsured qualified children under age 6 with family income between 133% and 140% of the federal poverty level.

- B. The following income method applies to individuals defined as Qualified Medicare Beneficiaries (QMB), Specified Low-Income Medicare Beneficiaries (SLMB), Qualifying Individuals - 1 (QI-1), and Qualifying Individuals - 2 (QI-2), in sections 1902(a)(10)(E), 1905(p)(3), and 1933 of the Social Security Act.

The State shall disregard an amount equal to the amount of otherwise countable in-kind income received by an applicant or recipient of one of the programs specified in B. above.

* More liberal methods may not result in exceeding gross income limitations under section 1903(f).